

FISCAL IMPACT STATEMENT

Agency: Department of Insurance	Prepared by: Christine Neighbors, Counsel
Title: 210	Date prepared: September 15, 2003
Chapter: 34	Telephone: 471-4649
Name: Title Insurance	

Type of Fiscal Impact:

	State Agency	Political Sub.	Regulated Public
No fiscal impact	(X)	(X)	()
Increased costs	()	()	(X)
Decreased costs	()	()	()
Increased revenue	()	()	()
Decreased revenue	()	()	()

Description of Impact:

State Agency: None

Political

Subdivision: None

Regulated

Public: It is likely that the standards for the on-site review will increase the amount of time that a title insurer will devote to the review of the title insurer's appointed agents and, therefore, could have the effect of a cost increase. In order to make the review process more efficient, the Department will ask the title insurance agent to maintain a log or spreadsheet documenting the additional information which could increase the cost for those title insurance agents who do not currently track agency data in that manner. In addition, the Title Insurance Agent Act requires each title insurance agent to have an annual CPA audit beginning January 1, 2004, and requires the Department to set the standards of the CPA audit. This regulation includes the standards for the CPA audit.